Michigan House *New Economy and Quality of Life* Committee 4/28/10 9am Rep. Ed Clemente – Chair



Andy Hayes, President Northern Lakes Economic Alliance

"A public private economic development partnership serving Antrim, Charlevoix, Cheboygan and Emmet Counties in NW Lower Michigan"

Testimony Points:

- 1. Keep "State Economic Development" agency (MEDC)
 - a. No lag time between administrations causes confusion, etc
 - b. Keep MEDC staff in the field
 - i. Account Managers
 - ii. Community Assistance Teams (CAT)
 - iii. These people really help rural areas connect to the right resource in Lansing and conversely they help "package" projects to those not familiar with Northern Michigan
- 2. Michigan is shifting to "New Economy"
 - a. Support entrepreneurship/new business creation
 - i. Most incentives are geared to "old economy" and manufacturing
 - b. Make state R&D monies available for small companies
 - i. \$10,000 \$100,000
 - c. MEGA grants tweak 150% of minimum wage requirement
 - i. Currently requires jobs to be 150% of minimum wage immediately
 - ii. Change to allow a phase in period, 150% within 3-5 years
- 3. Broadband
 - a. Approx 50% of our four county region not served by high speed internet
 - b. Very expensive when factoring in the small size of our companies
 - i. Company employing 55 people pays over \$50,000/year
 - c. This will help all aspects of life
 - i. Business
 - ii. Education
 - iii. Medicine and service
 - iv. Quality of life
 - d. Establish State Broadband Initiative
 - i. Complete Broadband coverage by 2015
 - ii. Coordinate public/private sector efforts
 - iii. Provide money for implementation in rural areas not deemed profitable by private sector companies